



PORTFOLIO UPDATE

Emerging Markets Corporate Bond Fund

As of September 30, 2019



Portfolio Manager:
Sammy Muaddi

Managed Fund Since:
2015

Joined Firm:
2006

INVESTMENT OBJECTIVE

The fund seeks to provide high current income and, secondarily, capital appreciation.

FUND INFORMATION

Symbol	TRECX
CUSIP	77956H658
Inception Date of Fund	May 24, 2012
Benchmark	J.P. Morgan CEMBI Broad Diversified
Expense Information (as of the most recent Prospectus)*	1.40% (Gross) 0.99% (Net)
Fiscal Year End	December 31
12B-1 Fee	-

*As a result of other class' contractual expense limitations, T. Rowe Price Associates, Inc. waived fund-level expenses proportionately across all classes. There is no guarantee that these impacts on this share class will continue for the length of the contractual waiver in place on the other class.

MARKET COMMENTARY

Emerging markets (EM) debt generated modest returns in September. Despite ongoing concerns about potential weakness in global growth stemming from trade disputes and increased geopolitical tensions, investors sought higher yields amid decreasing global rates. Most sectors advanced, with oil and gas, metals and mining, and transportation generating the largest returns, while the pulp and paper, consumer, and infrastructure sectors declined slightly. Most regions produced positive returns, led by Emerging Europe and Latin America; only Middle Eastern and Asian corporates modestly declined. Inflows were steady and new supply picked up. Concerns about slowing global growth were reinforced by weaker global manufacturing data, as global Purchasing Managers' Indexes remained in contractionary territory for the fourth straight month. Chinese economic data were largely disappointing, as trade activity declined, and retail sales and foreign direct investment also fell short of expectations. The Chinese central bank cut reserve requirements for banks, aiming to boost financial system liquidity. Similarly, the U.S. Federal Reserve cut rates despite mixed economic data. Manufacturing dipped below neutral and jobs growth slowed from recent figures, while retail sales and housing data were positive. The U.S. and China are to resume trade talks in October after the U.S. delayed implementing a new set of tariffs and China suspended additional tariffs on some imports. Several EM central banks also cut rates in an attempt to boost growth. Brazil, Russia, Chile, Indonesia, Egypt, Turkey, the Philippines, Vietnam, Ukraine, and Mexico all cut rates in September. Turkey slashed rates more than expected as inflation remained on a downward trend. India's finance minister announced a corporate tax rate cut to stimulate growth. Pemex issued new debt under a liability management scheme in tandem with a USD \$5 billion capital injection from the Mexican government, which was well received by investors. In a significant policy reversal, Argentine President Mauricio Macri imposed capital controls to prop up the collapsing peso and retain shrinking foreign currency reserves amid concerns about policy direction under current presidential front-runner and populist Alberto Fernandez. A second round of controls was later implemented, and the peso stabilized.

PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized			30-Day SEC Yield	30-Day SEC Yield w/o Waiver ^o
					Three Years	Five Years	Since Inception 5/24/12		
Emerging Markets Corporate Bond Fund	0.52%	1.79%	10.87%	10.63%	5.27%	5.11%	5.60%	3.61%	3.39%
J.P. Morgan Corporate Emerging Market Bond Index Broad Diversified	0.63	1.66	10.64	10.59	5.05	5.21	5.62	-	-

Performance data quoted represents past performance and is not a reliable indicator of future performance. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. To obtain the most recent month-end performance, visit troweprice.com. Consider the investment objectives, risks, and charges and expenses carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, call 1-800-638-7780 or visit troweprice.com. Read it carefully. The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

^oExcludes the effect of contractual expense limitation arrangements.

This fund involves a high-risk approach to income from foreign bonds, and its share price could fluctuate significantly. The fund is subject to the risks unique to international investing, including unfavorable changes in currency values, as well as credit risk and interest rate risk.

The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details.

RISK RETURN CHARACTERISTICS

(Five Years ended September 30, 2019)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Emerging Markets Corporate Bond Fund	4.58%	-0.91%	1.20	0.94	-0.07	0.90	1.33%
J.P. Morgan CEMBI Broad Diversified	3.70	0.00	1.00	1.00	0.00	1.14	0.00

Past performance is not a reliable indicator of future performance. Figures are calculated using monthly data and are net of fees.

TOP 10 ISSUERS

Comprising 13.2% of total net assets.

	Country	Industry	% of Fund
Globo Comunicacao e Participacoes	Brazil	TMT	1.7%
Emirates NBD	United Arab Emirates	Financial	1.4
Equate Petrochemical BV	Kuwait	Industrial	1.4
Republic of South Africa	South Africa	Sovereign	1.3
Turk Telekomunikasyon	Turkey	TMT	1.3
C&W Senior Financing DAC	Ireland	TMT	1.2
ICTSI Treasury BV	Philippines	Infrastructure	1.2
Latam Finance	Chile	Transport	1.2
Israel Chemicals	Israel	Industrial	1.2
Ocp	Morocco	Industrial	1.2

Issuers are as of the date indicated and are subject to change.

PORTFOLIO CHARACTERISTICS

	Emerging Markets Corporate Bond Fund	J.P. Morgan CEMBI Broad Diversified
Number of Holdings	164	1,495
Weighted Average Maturity	7.10 years	7.93 years
Weighted Average Effective Duration	5.51 years	5.48 years
Weighted Average Coupon	5.77%	5.29%
Yield to Maturity	4.62%	5.11%
Percent of Portfolio in Cash	3.9%	-
Total Assets (all share classes)	124,303,189	-

INDUSTRY DIVERSIFICATION

	TMT	Finan- cial	Utilities	Real Es- tate	Con- sumer	Oil & Gas	Industri- al	Metals & Min- ing	Trans- port	Diversi- fied	Govern- ment	Pulp & Paper	Infra- struc- ture
Emerging Markets Corporate Bond Fund	18.7%	13.7%	12.3%	9.0%	8.6%	8.1%	7.8%	5.7%	5.4%	2.2%	2.0%	1.5%	1.2%
J.P. Morgan CEMBI Broad Diversified	11.5	29.8	11.8	5.6	9.3	14.2	4.9	6.4	1.1	2.0	0.0	1.2	2.2
Over/Underweight	7.1	-16.1	0.5	3.4	-0.7	-6.1	3.0	-0.8	4.3	0.2	2.0	0.3	-1.0

GEOGRAPHICAL DIVERSIFICATION

	Asia	Latin America	Middle East & Afri- ca	Emerging Europe	Other	Reserves
Emerging Markets Corporate Bond Fund	33.3%	30.7%	22.3%	8.9%	0.9%	3.9%
J.P. Morgan CEMBI Broad Diversified	37.2	27.6	21.2	12.4	1.6	0.0
Over/Underweight	-3.9	3.1	1.1	-3.5	-0.7	3.9

COUNTRY DISTRIBUTION (Top and Bottom Five Over/Underweights vs Index)

	Top Five Overweights					Bottom Five Underweights				
	China	South Africa	Brazil	Chile	Costa Rica	Argentina	Russia	South Korea	Singapore	Qatar
Emerging Markets Corporate Bond Fund	13.3%	7.5%	9.8%	7.8%	1.5%	0.0%	2.1%	1.4%	0.0%	0.0%
J.P. Morgan CEMBI Broad Diversified	7.9	3.0	5.8	4.2	0.0	2.4	4.7	4.4	3.0	3.1
Over/Underweight	5.3	4.5	4.0	3.6	1.5	-2.4	-2.6	-3.0	-3.0	-3.1

CREDIT QUALITY DIVERSIFICATION

	AA	A	BBB	BB	B	CCC	CC	Not Rated	Reserves
Emerging Markets Corporate Bond Fund	0.0%	5.7%	31.8%	30.1%	21.6%	0.3%	0.0%	6.6%	3.9%
J.P. Morgan CEMBI Broad Diversified	2.3	18.9	37.1	19.6	13.6	3.6	0.1	4.8	0.0
Over/Underweight	-2.3	-13.2	-5.3	10.5	8.0	-3.3	-0.1	1.9	3.9

Definitions

Weighted Average Effective Duration is a calculation that seeks to measure the price sensitivity of a bond Fund to changes in interest rates. In general, the longer the average duration, the greater the Fund's sensitivity to interest rates.

Additional Disclosures

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Unless indicated otherwise the source of all data is T. Rowe Price.

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